

**MINUTES OF THE STANDING COMMITTEE ON
TAX POLICY**

Wednesday, October 26, 2005

9:00 A.M.

Room 521 House Office Building

Chairman Sheen called the meeting to order.

MEMBERS PRESENT: Reps. Sheen, Meyer, Gosselin, Newell, Drolet, Palmer, Hoogendyk, Stakoe, Jones, Marleau, Condino, Bieda, Farrah, Zelenko, Miller, Meisner, Bennett. (17/17)

MEMBERS ABSENT/EXCUSED: None. (0/17)

Chairman Sheen laid **HB 5091** before the committee.

HB 5091 Caul Income tax; checkoff; funding for the children of veterans tuition program; create checkoff option.

Representative Bill Caul, sponsor of the legislation, testified before the committee.

Ron Amend, representing the Michigan Veterans Trust Fund, testified before the committee in support of **HB 5091**.

Peggy Johnson, representing the Michigan Department of Treasury, testified before the committee in support of **HB 5091**.

Dan Crocker, representing the VFW, turned in a testimony card in support of **HB 5091** but did not wish to speak.

Patrick Lafferty, representing the American Legion – Department of Michigan, turned in a testimony card in support of **HB 5091** but did not wish to speak.

Representative Meyer moved to report **HB 5091**, with recommendation. **Representative Gosselin** supported the motion.

FAVORABLE ROLL CALL:

YEAS: Reps. Sheen, Meyer, Gosselin, Newell, Drolet, Palmer, Hoogendyk, Stakoe, Jones, Marleau, Condino, Bieda, Farrah, Zelenko, Miller, Meisner, Bennett. (17/17)

NAYS: None. (0/17)

PASS: None. (0/17)

A sufficient number of members voting in the affirmative, the motion prevailed.

Chairman Sheen laid **HB 5204, HB 5205, HB 5206, HB 5207** and **HB 5209** before the committee.

HB 5204	Huizenga	Sales tax; exemptions; certain eligible motion picture production companies; provide exemption.
HB 5205	Kahn	Use tax; exemptions; certain eligible motion picture production companies; provide exemption.
HB 5206	Sheen	Single business tax; credit; certain eligible motion picture production company costs; provide credit.
HB 5207	Virgil Smith	Single business tax; credit; certain eligible motion picture production companies' costs; provide credit.
HB 5209	Ball	State; other; policies and standards regarding the use of state owned property; establish for motion picture production companies.

Representative Bill Huizenga, sponsor of **HB 5204**, testified before the committee.

Representative Virgil Smith, sponsor of **HB 5207**, testified before the committee.

Representative Richard Ball, sponsor of **HB 5209**, testified before the committee.

Janet Lockwood, representing the Michigan Film Office, testified before the committee in support of **HB 5204, HB 5205, HB 5206, HB 5207** and **HB 5209**.

Scott Schrager, representing the Michigan Department of Treasury, testified before the committee in support of **HB 5204, HB 5205, HB 5206, HB 5207** and **HB 5209** in concept.

Christos Moisides, representing Colony Films, testified before the committee in support of **HB 5204, HB 5205, HB 5206**, and **HB 5207**.

Chris O'Hara, representing Independent Michigan Filmmakers, testified before the committee in support of **HB 5204, HB 5205**, and **HB 5206**.

Deb Havens, representing West Michigan Film Video Alliance, testified before the committee in support of **HB 5204, HB 5205, HB 5206, HB 5207** and **HB 5209**.

Bill Black, representing the International Brotherhood of Teamsters, testified before the committee in support of **HB 5204, HB 5205, HB 5206, HB 5207** and **HB 5209**.

Marcia Fishman, representing the Screen Actors Guild, testified before the committee in support of **HB 5204, HB 5205, HB 5206, HB 5207** and **HB 5209**.

Dave Anderson, representing the Compass Film Academy, testified before the committee in support of **HB 5204, HB 5205, HB 5206, HB 5207 and HB 5209**.

Jonathan Worful, representing Vernacular Films LLC., turned in a testimony card in support of **HB 5204, HB 5205, HB 5206 and HB 5207** but did not wish to speak.

Jack Schick, representing the National Association of Theater Owners, turned in a testimony card in support of **HB 5204, HB 5205, HB 5206, HB 5207 and HB 5209** but did not wish to speak.

Ken Fletcher, representing the Michigan State American Federation of Labor and Congress of Industrial Organizations, turned in a testimony card in support of **HB 5204, HB 5205, HB 5206, HB 5207 and HB 5209** but did not wish to speak.

Representative Newell moved to adopt the **(H-1)** substitute to **HB 5204**. **Representative Gosselin** supported the motion.

FAVORABLE ROLL CALL:

YEAS: Reps. Sheen, Meyer, Gosselin, Newell, Palmer, Hoogendyk, Stakoe, Jones, Marleau, Condino, Bieda, Farrah, Zelenko, Miller, Meisner, Bennett. (16/17)

NAYS: None. (0/17)

PASS: None. (0/17)

A sufficient number of members voting in the affirmative, the motion prevailed.

Representative Palmer moved to adopt the following amendment to **HB 5204 (H-1)**. **Representative Marleau** supported the motion.

1. Amend page 3, following line 5 by inserting “(d) House Bill No. 5209.”.

FAVORABLE ROLL CALL:

YEAS: Reps. Sheen, Meyer, Gosselin, Newell, Palmer, Hoogendyk, Stakoe, Jones, Marleau, Condino, Bieda, Farrah, Zelenko, Miller, Meisner, Bennett. (16/17)

NAYS: None. (0/17)

PASS: None. (0/17)

A sufficient number of members voting in the affirmative, the motion prevailed.

Representative Jones moved to report **HB 5204** as an **(H-2)**, with recommendation. **Representative Meisner** supported the motion.

FAVORABLE ROLL CALL:

YEAS: Reps. Sheen, Meyer, Gosselin, Newell, Palmer, Hoogendyk, Stakoe, Jones, Marleau, Condino, Bieda, Farrah, Zelenko, Miller, Meisner, Bennett. (16/17)

NAYS: None. (0/17)

PASS: None. (0/17)

A sufficient number of members voting in the affirmative, the motion prevailed.

Representative Jones moved to adopt the **(H-1)** substitute to **HB 5205**. **Representative Bieda** supported the motion.

FAVORABLE ROLL CALL:

YEAS: Reps. Sheen, Meyer, Gosselin, Newell, Palmer, Hoogendyk, Stakoe, Jones, Marleau, Condino, Bieda, Farrah, Zelenko, Miller, Meisner, Bennett. (16/17)

NAYS: None. (0/17)

PASS: None. (0/17)

A sufficient number of members voting in the affirmative, the motion prevailed.

Representative Stakoe moved to adopt the following amendment to **HB 5205 (H-1)**. **Representative Zelenko** supported the motion.

1. Amend page 3, following line 5 by inserting “(d) House Bill No. 5209.”.

FAVORABLE ROLL CALL:

YEAS: Reps. Sheen, Meyer, Gosselin, Newell, Palmer, Hoogendyk, Stakoe, Jones, Marleau, Condino, Bieda, Farrah, Zelenko, Miller, Meisner, Bennett. (16/17)

NAYS: None. (0/17)

PASS: None. (0/17)

A sufficient number of members voting in the affirmative, the motion prevailed.

Representative Marleau moved to report **HB 5205** as an **(H-2)**, with recommendation. **Representative Miller** supported the motion.

FAVORABLE ROLL CALL:

YEAS: Reps. Sheen, Meyer, Gosselin, Newell, Palmer, Hoogendyk, Stakoe, Jones, Marleau, Condino, Bieda, Farrah, Zelenko, Miller, Meisner, Bennett. (16/17)

NAYS: None. (0/17)

PASS: None. (0/17)

A sufficient number of members voting in the affirmative, the motion prevailed.

Representative Newell moved to adopt the **(H-2)** substitute to **HB 5206**. **Representative Bennett** supported the motion.

FAVORABLE ROLL CALL:

YEAS: Reps. Sheen, Meyer, Gosselin, Newell, Palmer, Hoogendyk, Stakoe, Jones, Marleau, Condino, Bieda, Farrah, Zelenko, Miller, Meisner, Bennett. (16/17)

NAYS: None. (0/17)

PASS: None. (0/17)

A sufficient number of members voting in the affirmative, the motion prevailed.

Representative Gosselin moved to adopt the following amendment to **HB 5206 (H-2)**.

Representative Condino supported the motion.

1. Amend page 3, line 7, after “**begins**” by striking out the balance of the subsection and inserting “**on and after July 1, 2005.**”.

2. Amend page 3, following line 7 by inserting “(d) House Bill No. 5209.”.

FAVORABLE ROLL CALL:

YEAS: Reps. Sheen, Meyer, Gosselin, Newell, Palmer, Hoogendyk, Stakoe, Jones, Marleau, Condino, Bieda, Farrah, Zelenko, Miller, Meisner, Bennett. (16/17)

NAYS: None. (0/17)

PASS: None. (0/17)

A sufficient number of members voting in the affirmative, the motion prevailed.

Representative Marleau moved to report **HB 5206** as an **(H-4)**, with recommendation.

Representative Stakoe supported the motion.

FAVORABLE ROLL CALL:

YEAS: Reps. Sheen, Meyer, Gosselin, Newell, Palmer, Hoogendyk, Stakoe, Jones, Marleau, Condino, Bieda, Farrah, Zelenko, Miller, Meisner, Bennett. (16/17)

NAYS: None. (0/17)

PASS: None. (0/17)

A sufficient number of members voting in the affirmative, the motion prevailed.

Representative Meyer moved to adopt the **(H-2)** substitute to **HB 5207**. **Representative Marleau** supported the motion.

FAVORABLE ROLL CALL:

YEAS: Reps. Sheen, Meyer, Gosselin, Newell, Palmer, Hoogendyk, Stakoe, Jones, Marleau, Condino, Bieda, Farrah, Zelenko, Miller, Meisner, Bennett. (16/17)

NAYS: None. (0/17)

PASS: None. (0/17)

A sufficient number of members voting in the affirmative, the motion prevailed.

Representative Jones moved to report **HB 5207** as an **(H-2)**, with recommendation.

Representative Bennett supported the motion.

FAVORABLE ROLL CALL:

YEAS: Reps. Sheen, Meyer, Gosselin, Newell, Palmer, Hoogendyk, Stakoe, Jones, Marleau, Condino, Bieda, Farrah, Zelenko, Miller, Meisner, Bennett. (16/17)

NAYS: None. (0/17)

PASS: None. (0/17)

A sufficient number of members voting in the affirmative, the motion prevailed.

Representative Palmer moved to adopt the following amendment to **HB 5209**. **Representative Miller** supported the motion.

1. Amend page 2, line 13, after “**STATE.**” by inserting “**THIS SUBDIVISION DOES NOT APPLY TO A MEDICAL FACILITY OR A CORRECTIONAL INSTITUTION.**”.

FAVORABLE ROLL CALL:

YEAS: Reps. Sheen, Meyer, Gosselin, Newell, Palmer, Hoogendyk, Stakoe, Jones, Marleau, Condino, Bieda, Farrah, Zelenko, Miller, Meisner, Bennett. (16/17)

NAYS: None. (0/17)

PASS: None. (0/17)

A sufficient number of members voting in the affirmative, the motion prevailed.

Representative Jones moved to adopt the following amendment to **HB 5209**. **Representative Meisner** supported the motion.

1. Amend page 2, following line 13, by inserting “Enacting section 1. This amendatory act does not take effect unless all of the following bills of the 93rd Legislature are enacted into law:

- (a) House Bill No. 5204.
- (b) House Bill No. 5205.
- (c) House Bill No. 5206.
- (d) House Bill No. 5207.”.

FAVORABLE ROLL CALL:

YEAS: Reps. Sheen, Meyer, Gosselin, Newell, Palmer, Hoogendyk, Stakoe, Jones, Marleau, Condino, Bieda, Farrah, Zelenko, Miller, Meisner, Bennett. (16/17)

NAYS: None. (0/17)

PASS: None. (0/17)

A sufficient number of members voting in the affirmative, the motion prevailed.

Representative Stakoe moved to report **HB 5209** as an **(H-1)**, with recommendation. **Representative Meyer** supported the motion.

FAVORABLE ROLL CALL:

YEAS: Reps. Sheen, Meyer, Gosselin, Newell, Palmer, Hoogendyk, Stakoe, Jones, Marleau, Condino, Bieda, Farrah, Zelenko, Miller, Meisner, Bennett. (16/17)

NAYS: None. (0/17)

PASS: None. (0/17)

A sufficient number of members voting in the affirmative, the motion prevailed.

There being no further business before the committee, **Chairman Sheen** declared the meeting adjourned, the time being 10:36 a.m.

Representative Fulton Sheen, Chair

Eric Esch, Committee Clerk (517) 373-0070